

**Navient Student Loan Trust 2016-1**  
**Monthly Servicing Report**

**Distribution Date 08/25/2016**

**Collection Period 07/01/2016 - 07/31/2016**

Navient Funding, LLC - *Depositor*

Navient Solutions - *Master Servicer and Administrator*

Wells Fargo - *Indenture Trustee*

Wells Fargo Bank, National Association - *Eligible Lender Trustee*

Navient Funding - *Excess Distribution Certificateholder*

**I. Deal Parameters**

| <b>A Student Loan Portfolio Characteristics</b> | <b>03/10/2016</b>          | <b>06/30/2016</b>          | <b>07/31/2016</b>          |
|---|----------------------------|----------------------------|----------------------------|
| Principal Balance                               | \$ 1,062,984,592.83        | \$ 1,033,113,691.98        | \$ 1,024,782,658.51        |
| Interest to be Capitalized Balance              | 7,441,480.49               | 6,542,891.57               | 6,314,538.17               |
| Pool Balance                                    | \$ 1,070,426,073.32        | \$ 1,039,656,583.55        | \$ 1,031,097,196.68        |
| Specified Reserve Account Balance               | 13,837,093.00              | 12,995,707.29              | 12,888,714.96              |
| <b>Adjusted Pool</b> <sup>(1)</sup>             | <b>\$ 1,084,263,166.32</b> | <b>\$ 1,052,652,290.84</b> | <b>\$ 1,043,985,911.64</b> |
| Weighted Average Coupon (WAC)                   | 4.65%                      | 4.64%                      | 4.64%                      |
| Number of Loans                                 | 33,247                     | 32,396                     | 32,171                     |
| Aggregate Outstanding Principal Balance - Tbill |                            | \$ 602,196.81              | \$ 598,551.49              |
| Aggregate Outstanding Principal Balance - LIBOR |                            | \$ 1,039,054,386.74        | \$ 1,030,498,645.19        |
| Pool Factor                                     |                            | 0.971254914                | 0.963258671                |
| Since Issued Constant Prepayment Rate           |                            | 7.50%                      | 7.41%                      |

<sup>(1)</sup> The Specified Reserve Account balance is included in the Adjusted Pool until the Pool Balance is less than or equal to 40% of the original pool.

| <b>B Debt Securities</b> | <b>Cusip/Isin</b> | <b>07/25/2016</b>   | <b>08/25/2016</b>   |
|--------------------------|-------------------|---------------------|---------------------|
| A                        | 63940EAA8         | \$ 1,012,009,555.01 | \$ 1,003,102,000.51 |
| B                        | 63940EAB6         | \$ 29,000,000.00    | \$ 29,000,000.00    |

| <b>C Account Balances</b>            | <b>07/25/2016</b> | <b>08/25/2016</b> |
|--------------------------------------|-------------------|-------------------|
| Reserve Account Balance              | \$ 12,995,707.29  | \$ 12,888,714.96  |
| Capitalized Interest Account Balance | \$ -              | \$ -              |
| Floor Income Rebate Account          | \$ 2,192,136.07   | \$ 3,259,594.84   |
| Supplemental Loan Purchase Account   | \$ -              | \$ -              |

| <b>D Asset / Liability</b>                         | <b>07/25/2016</b>   | <b>08/25/2016</b>   |
|--|---------------------|---------------------|
| Adjusted Pool Balance + Supplemental Loan Purchase | \$ 1,052,652,290.84 | \$ 1,043,985,911.64 |
| Total Notes  | \$ 1,041,009,555.01 | \$ 1,032,102,000.51 |
| Difference   | \$ 11,642,735.83    | \$ 11,883,911.13    |
| Parity Ratio                                       | 1.01118             | 1.01151             |

II. Trust Activity 07/01/2016 through 07/31/2016

|          |   |                         |
|----------|---|-------------------------|
| <b>A</b> | <b>Student Loan Principal Receipts</b>                                  |                         |
|          | Borrower Principal  | 5,248,031.85            |
|          | Guarantor Principal   | 2,304,026.69            |
|          | Consolidation Activity Principal  | 1,926,969.73            |
|          | Seller Principal Reimbursement  | -                       |
|          | Servicer Principal Reimbursement  | -                       |
|          | Rejected Claim Repurchased Principal                                    | -                       |
|          | Other Principal Deposits  | -                       |
|          | <b>Total Principal Receipts</b>   | <b>\$ 9,479,028.27</b>  |
| <b>B</b> | <b>Student Loan Interest Receipts</b>                                   |                         |
|          | Borrower Interest   | 2,317,444.65            |
|          | Guarantor Interest  | 99,127.82               |
|          | Consolidation Activity Interest   | 35,749.70               |
|          | Special Allowance Payments  | 0.00                    |
|          | Interest Subsidy Payments   | 0.00                    |
|          | Seller Interest Reimbursement   | 0.00                    |
|          | Servicer Interest Reimbursement   | 0.00                    |
|          | Rejected Claim Repurchased Interest                                     | 0.00                    |
|          | Other Interest Deposits   | 0.00                    |
|          | <b>Total Interest Receipts</b>  | <b>\$ 2,452,322.17</b>  |
| <b>C</b> | <b>Reserves in Excess of Requirement</b>                                | <b>\$ 106,992.33</b>    |
| <b>D</b> | <b>Investment Income</b>  | <b>\$ 9,711.28</b>      |
| <b>E</b> | <b>Funds Borrowed from Next Collection Period</b>                       | <b>\$ -</b>             |
| <b>F</b> | <b>Funds Repaid from Prior Collection Period</b>                        | <b>\$ -</b>             |
| <b>G</b> | <b>Loan Sale or Purchase Proceeds</b>                                   | <b>\$ -</b>             |
| <b>H</b> | <b>Initial Deposits to Collection Account</b>                           | <b>\$ -</b>             |
| <b>I</b> | <b>Excess Transferred from Other Accounts</b>                           | <b>\$ -</b>             |
| <b>J</b> | <b>Other Deposits</b>   | <b>\$ 4,000.00</b>      |
| <b>K</b> | <b>Funds Released from Capitalized Interest Account</b>                 | <b>\$ -</b>             |
| <b>L</b> | <b>Less: Funds Previously Remitted:</b>                                 |                         |
|          | Servicing Fees to Servicer  | \$ -                    |
|          | Consolidation Loan Rebate Fees to Dept. of Education                    | \$(911,986.62)          |
|          | Floor Income Rebate Fees to Dept. of Education                          | \$ -                    |
|          | Funds Allocated to the Floor Income Rebate Account                      | \$(1,067,458.77)        |
| <b>M</b> | <b>AVAILABLE FUNDS</b>  | <b>\$ 10,072,608.66</b> |
| <b>N</b> | <b>Non-Cash Principal Activity During Collection Period</b>             | <b>\$(1,147,994.80)</b> |
| <b>O</b> | <b>Non-Reimbursable Losses During Collection Period</b>                 | <b>\$ 42,168.94</b>     |
| <b>P</b> | <b>Aggregate Purchased Amounts by the Depositor, Servicer or Seller</b> | <b>\$ -</b>             |
| <b>Q</b> | <b>Aggregate Loan Substitutions</b>                                     | <b>\$ -</b>             |

III. 2016-1 Portfolio Characteristics

|              |                        | 07/31/2016        |               |                           |                | 06/30/2016        |               |                           |                |
|--------------|------------------------|-------------------|---------------|---------------------------|----------------|-------------------|---------------|---------------------------|----------------|
|              |                        | Wtd Avg<br>Coupon | # Loans       | Principal                 | % of Principal | Wtd Avg<br>Coupon | # Loans       | Principal                 | % of Principal |
| INTERIM:     | DEFERMENT              | 5.23%             | 1,866         | \$49,605,123.22           | 4.841%         | 5.22%             | 1,891         | \$50,475,907.45           | 4.886%         |
| REPAYMENT:   | CURRENT                | 4.48%             | 25,696        | \$818,303,845.39          | 79.851%        | 4.49%             | 25,957        | \$826,447,876.64          | 79.996%        |
|              | 31-60 DAYS DELINQUENT  | 5.30%             | 785           | \$24,103,055.34           | 2.352%         | 5.30%             | 767           | \$26,030,845.18           | 2.520%         |
|              | 61-90 DAYS DELINQUENT  | 5.42%             | 414           | \$14,385,221.45           | 1.404%         | 5.16%             | 480           | \$15,972,538.89           | 1.546%         |
|              | 91-120 DAYS DELINQUENT | 5.22%             | 348           | \$11,431,502.84           | 1.116%         | 5.28%             | 207           | \$7,098,543.34            | 0.687%         |
|              | > 120 DAYS DELINQUENT  | 5.54%             | 542           | \$18,373,212.71           | 1.793%         | 5.54%             | 597           | \$19,986,535.88           | 1.935%         |
|              | FORBEARANCE            | 5.12%             | 2,274         | \$81,345,996.09           | 7.938%         | 5.13%             | 2,261         | \$80,026,449.85           | 7.746%         |
|              | CLAIMS IN PROCESS      | 5.39%             | 246           | \$7,234,701.47            | 0.706%         | 5.38%             | 236           | \$7,074,994.75            | 0.685%         |
| <b>TOTAL</b> |                        |                   | <b>32,171</b> | <b>\$1,024,782,658.51</b> | <b>100.00%</b> |                   | <b>32,396</b> | <b>\$1,033,113,691.98</b> | <b>100.00%</b> |

\* Percentages may not total 100% due to rounding

IV. 2016-1 Portfolio Characteristics (cont'd)

|  | 07/31/2016         | 06/30/2016         |
|--|--------------------|--------------------|
| Pool Balance                                       | \$1,031,097,196.68 | \$1,039,656,583.55 |
| Outstanding Borrower Accrued Interest              | \$17,703,790.14    | \$17,852,807.38    |
| Borrower Accrued Interest to be Capitalized        | \$6,314,538.17     | \$6,542,891.57     |
| Borrower Accrued Interest >30 Days Delinquent      | \$2,163,380.72     | \$2,236,598.16     |
| Total # Loans                                      | 32,171             | 32,396             |
| Total # Borrowers                                  | 14,666             | 17,304             |
| Weighted Average Coupon                            | 4.64%              | 4.64%              |
| Weighted Average Remaining Term                    | 240.35             | 241.59             |
| Non-Reimbursable Losses                            | \$42,168.94        | \$50,907.48        |
| Cumulative Non-Reimbursable Losses                 | \$125,178.74       | \$83,009.80        |
| Since Issued Constant Prepayment Rate (CPR)        | 7.41%              | 7.50%              |
| Loan Substitutions                                 | \$-                | \$-                |
| Cumulative Loan Substitutions                      | \$-                | \$-                |
| Rejected Claim Repurchases                         | \$-                | \$-                |
| Cumulative Rejected Claim Repurchases              | \$-                | \$-                |
| Unpaid Primary Servicing Fees                      | \$-                | \$-                |
| Unpaid Administration Fees                         | \$-                | \$-                |
| Unpaid Carryover Servicing Fees                    | \$-                | \$-                |
| Note Principal Shortfall                           | \$3,775,877.54     | \$4,147,048.53     |
| Note Interest Shortfall                            | \$-                | \$-                |
| Unpaid Interest Carryover                          | \$-                | \$-                |
| Non-Cash Principal Activity - Capitalized Interest | \$1,164,028.88     | \$1,214,237.31     |
| Borrower Interest Accrued                          | \$3,598,103.55     | \$3,511,008.97     |
| Interest Subsidy Payments Accrued                  | \$103,654.00       | \$100,299.57       |
| Special Allowance Payments Accrued                 | \$43,593.19        | \$40,400.91        |

V. 2016-1 Portfolio Statistics by School and Program

| A | LOAN TYPE                         | Weighted<br>Average Coupon | # LOANS       | \$ AMOUNT                  | % *             |
|---|-----------------------------------|----------------------------|---------------|----------------------------|-----------------|
|   | - GSL <sup>(1)</sup> - Subsidized | 5.68%                      | 43            | 151,103.99                 | 0.015%          |
|   | - GSL - Unsubsidized              | 6.16%                      | 10            | 55,024.20                  | 0.005%          |
|   | - PLUS <sup>(2)</sup> Loans       | 0.00%                      | 0             | -                          | 0.000%          |
|   | - SLS <sup>(3)</sup> Loans        | 0.00%                      | 0             | -                          | 0.000%          |
|   | - Consolidation Loans             | 4.64%                      | 32,118        | 1,024,576,530.32           | 99.980%         |
|   | <b>Total</b>                      | <b>4.64%</b>               | <b>32,171</b> | <b>\$ 1,024,782,658.51</b> | <b>100.000%</b> |
| B | SCHOOL TYPE                       | Weighted<br>Average Coupon | # LOANS       | \$ AMOUNT                  | % *             |
|   | - Four Year                       | 5.88%                      | 47            | 189,168.72                 | 0.018%          |
|   | - Two Year                        | 3.64%                      | 3             | 8,708.77                   | 0.001%          |
|   | - Technical                       | 6.80%                      | 3             | 8,250.70                   | 0.001%          |
|   | - Other                           | 4.64%                      | 32,118        | 1,024,576,530.32           | 99.980%         |
|   | <b>Total</b>                      | <b>4.64%</b>               | <b>32,171</b> | <b>\$ 1,024,782,658.51</b> | <b>100.000%</b> |

\*Percentages may not total 100% due to rounding.

<sup>(1)</sup> Guaranteed Stafford Loan

<sup>(2)</sup> Parent Loans for Undergraduate Students

<sup>(3)</sup> Supplemental Loans to Students. The Unsubsidized Stafford Loan program replaced the SLS program on July 1, 1994.

VI. 2016-1 Waterfall for Distributions

|   | Paid            | Remaining<br>Funds Balance |
|---|-----------------|----------------------------|
| <b>Total Available Funds</b>  |                 | <b>\$ 10,072,608.66</b>    |
| A Trustee Fees  | \$ -            | \$ 10,072,608.66           |
| B Primary Servicing Fee   | \$ 73,546.25    | \$ 9,999,062.41            |
| C Administration Fee  | \$ 6,667.00     | \$ 9,992,395.41            |
| D Class A Noteholders' Interest Distribution Amount                 | \$ 1,035,198.63 | \$ 8,957,196.78            |
| E Class B Noteholders' Interest Distribution Amount                 | \$ 49,642.28    | \$ 8,907,554.50            |
| F Reserve Account Reinstatement                                     | \$ -            | \$ 8,907,554.50            |
| G Class A Noteholders' Principal Distribution Amount                | \$ 8,907,554.50 | \$ -                       |
| H Class B Noteholders' Principal Distribution Amount                | \$ -            | \$ -                       |
| I Class A Noteholders' Accelerated Principal Distribution Amount    | \$ -            | \$ -                       |
| J Class B Noteholders' Accelerated Principal Distribution Amount    | \$ -            | \$ -                       |
| K Unpaid Expenses of The Trustees                                   | \$ -            | \$ -                       |
| L Carryover Servicing Fee   | \$ -            | \$ -                       |
| M Remaining Amounts to the Noteholders after the first auction date | \$ -            | \$ -                       |
| N Repayment to the Lender under the Revolving Credit Agreement      | \$ -            | \$ -                       |
| O Excess Distribution Certificateholder                             | \$ -            | \$ -                       |

**Waterfall Triggers**

|   |                     |
|---|---------------------|
| A Student Loan Principal Outstanding  | \$ 1,024,782,658.51 |
| B Interest to be Capitalized  | \$ 6,314,538.17     |
| C Capitalized Interest Account Balance  | \$ -                |
| D Reserve Account Balance (after any reinstatement)   | \$ 12,888,714.96    |
| E Less: Specified Reserve Account Balance   | \$(12,888,714.96)   |
| F Total   | \$ 1,031,097,196.68 |
| G Class A Notes Outstanding (after application of available funds)  | \$ 1,003,102,000.51 |
| H Insolvency Event or Event of Default Under Indenture  | N                   |
| I Available Funds Applied to Class A Noteholders' Distribution Amount Before Any Amounts are Applied to the Class B Noteholders' Distribution Amount (G>F or H=Y) | N                   |

**VII. 2016-1 Distributions**
**Distribution Amounts**

|  | <u>A</u>                | <u>B</u>                |
|--|-------------------------|-------------------------|
| Cusip/Isin   | 63940EAA8               | 63940EAB6               |
| Beginning Balance  | \$ 1,012,009,555.01     | \$ 29,000,000.00        |
| Index  | LIBOR                   | LIBOR                   |
| Spread/Fixed Rate  | 0.70%                   | 1.50%                   |
| Record Date (Days Prior to Distribution)                   | 1 NEW YORK BUSINESS DAY | 1 NEW YORK BUSINESS DAY |
| Accrual Period Begin                                       | 7/25/2016               | 7/25/2016               |
| Accrual Period End   | 8/25/2016               | 8/25/2016               |
| Daycount Fraction  | 0.08611111              | 0.08611111              |
| Interest Rate*   | 1.18790%                | 1.98790%                |
| Accrued Interest Factor                                    | 0.001022914             | 0.001711803             |
| Current Interest Due                                       | \$ 1,035,198.63         | \$ 49,642.28            |
| Interest Shortfall from Prior Period Plus Accrued Interest | \$ -                    | \$ -                    |
| Total Interest Due   | \$ 1,035,198.63         | \$ 49,642.28            |
| Interest Paid  | \$ 1,035,198.63         | \$ 49,642.28            |
| Interest Shortfall   | \$ -                    | \$ -                    |
| Principal Paid   | \$ 8,907,554.50         | \$ -                    |
| Ending Principal Balance                                   | \$ 1,003,102,000.51     | \$ 29,000,000.00        |
| Paydown Factor   | 0.008240106             | 0.000000000             |
| Ending Balance Factor                                      | 0.927938946             | 1.000000000             |

\* Pay rates for Current Distribution. For the interest rates applicable to the next distribution date, please see <https://www.navient.com/about/investors/data/abrate.txt>.



VIII. 2016-1 Reconciliations

|   |  |                         |
|---|--|-------------------------|
| A | <b>Principal Distribution Reconciliation</b> |                         |
|   | Notes Outstanding Principal Balance          | \$ 1,041,009,555.01     |
|   | Adjusted Pool Balance                        | \$ 1,043,985,911.64     |
|   | Overcollateralization Amount                 | \$ 15,659,788.67        |
|   | Principal Distribution Amount                | \$ 12,683,432.04        |
|   | <b>Principal Distribution Amount Paid</b>    | <b>\$ 8,907,554.50</b>  |
| B | <b>Reserve Account Reconciliation</b>        |                         |
|   | Beginning Period Balance                     | \$ 12,995,707.29        |
|   | Reserve Funds Utilized                       | 0.00                    |
|   | Reserve Funds Reinstated                     | 0.00                    |
|   | Balance Available                            | <u>\$ 12,995,707.29</u> |
|   | Required Reserve Acct Balance                | \$ 12,888,714.96        |
|   | Release to Collection Account                | \$ 106,992.33           |
|   | Ending Reserve Account Balance               | \$ 12,888,714.96        |
| C | <b>Floor Income Rebate Account</b>           |                         |
|   | Beginning Period Balance                     | \$ 2,192,136.07         |
|   | Deposits for the Period                      | \$ 1,067,458.77         |
|   | Release to Collection Account                | \$ -                    |
|   | Ending Balance                               | \$ 3,259,594.84         |
| D | <b>Supplemental Purchase Account</b>         |                         |
|   | Beginning Period Balance                     | \$ -                    |
|   | Supplemental Loan Purchases                  | \$ -                    |
|   | Transfers to Collection Account              | \$ -                    |
|   | Ending Balance                               | \$ -                    |